

**IN THE UNITED STATES DISTRICT COURT  
FOR THE WESTERN DISTRICT OF TEXAS  
WACO DIVISION**

**WSOU INVESTMENTS, LLC d/b/a  
BRAZOS LICENSING AND  
DEVELOPMENT,**

*Plaintiff,*

**v.**

**DELL TECHNOLOGIES INC.,  
DELL INC., EMC CORPORATION,  
AND VMWARE, INC.,**

*Defendants.*

**Civil Action No.: 6:20-cv-00480-ADA-DTG  
Civil Action No.: 6:20-cv-00481-ADA-DTG  
Civil Action No.: 6:20-cv-00486-ADA-DTG**

**JURY TRIAL DEMANDED**

**PUBLIC VERSION**

**PLAINTIFF’S OBJECTIONS TO AND APPEAL FROM MAGISTRATE JUDGE’S  
REPORT AND RECOMMENDATION GRANTING IN PART DEFENDANTS’ MOTION  
TO EXCLUDE CERTAIN PORTIONS OF MR. ROY WEINSTEIN’S EXPERT REPORT**

Plaintiff respectfully objects to and appeals Magistrate Judge Gilliland’s Report and Recommendation ((Dkt. 345 (-480), Dkt. 346 (-481, -486)), as amended on February 1, 2023 (Dkt. 346 (-480), Dkt. 347 (-481)), hereafter the “R&R”) granting in part Defendants’ Motion to Exclude Certain Portions of Mr. Roy Weinstein’s Expert Report (the “Weinstein *Daubert* Motion”). *See, e.g., Baylor Health Care Sys. v. Equitable Plan Servs.*, 955 F. Supp. 2d 678, 689 (N.D. Tex. 2013); *see also* Fed. R. Civ. P. 72(a) (“The district judge in the case must consider timely objections and modify or set aside any part of the order that is clearly erroneous or is contrary to law.”).

In the R&R the Court denied most aspects of the Weinstein *Daubert* Motion, but Granted-in-Part the motion to [REDACTED]

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

[REDACTED] the Court stated that [REDACTED]

[REDACTED] This ruling is clearly erroneous.<sup>1</sup>

At the January 30, 2023 hearing, Defendants claimed [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED] Mr. Weinstein should

not [REDACTED]

[REDACTED] Therefore, Defendants’ Motion should have been denied.

Furthermore, new factual developments since the January 30 hearing confirm that granting this aspect of Defendants’ motion was clearly erroneous and conflict with representations made by Defendants’ counsel to this Court. The Court’s R&R excluding software only sales [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]<sup>2</sup> As was revealed during the deposition of Mr. Colbert, [REDACTED]

[REDACTED]

[REDACTED]

---

<sup>1</sup> Plaintiff is filing a Motion for Reconsideration of the R&R’s granting in part of the Weinstein *Daubert* Motion contemporaneously.

<sup>2</sup> During the hearing on the Weinstein *Daubert* Motion. [REDACTED]

<sup>3</sup> Mr. Colbert was not properly disclosed as a witness during fact discovery, and the Court ordered that Defendants make him available for deposition prior to trial. R&R at 3. Brazos took this deposition on February 9, 2023, after the Court ruled on *Daubert* motions.

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED] Accordingly, the R&R excluding Mr. Weinstein’s testimony and opinions regarding the ’800 Patent should be vacated and reversed.

A. **Mr. Weinstein Properly Relied on the Information Provided in Performing his Damages Calculations**

Mr. Weinstein properly relied [REDACTED]

[REDACTED] VMware contended in its briefing that Brazos [REDACTED]

[REDACTED]

During the discovery period, Defendants represented to Brazos and the Court that [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED] At

the January 30, 2023 hearing, Defendants changed their story and told the Court [REDACTED]

---

<sup>4</sup> See Ex. 4 [https://www.dell.com/en-us/dt/converged-infrastructure/vxrail/index.htm?gacd=9650523-1033-5761040-266691960-0&dgc=st&gclid=CjwKCAiA3KefBhByEiwAi2LDHFH\_Cf54USo1JsgRWrspLYnjhl0yqR1hv51pFfl1ZnXNLVU6DYu0WBoCsEEQAvD\_BwE&gclsrc=aw.ds&nclid=nFtpmthaH9xBJMJWbS6tchfJx3tYE6p0nMVnPWIB7\_RZJMAKnB5j9jcKhq5XxSO3#tab0=0&tab1=0 ] Dell’s website discusses the Dell VxRail Hyperconverged Infrastructure, which it proclaims is “Built for VMware, with VMware, to enhance VMware.” Dell’s website further proclaims that VxRail’s “**Joint** engineering between Dell and VMware leads to a curated and optimized hyperconverged experience.” *Id.* at 2 (emphasis added). See also Ex. 5 [https://www.delltechnologies.com/asset/en-nz/solutions/global-alliance-solutions/briefs-summaries/dell-vmware-forwardtogether-infographic-fy23.pdf ] Another Dell webpage, entitled “Dell Technologies and VMware’s Commitment to **Joint** Innovation,” proclaimed: “With the launch of VxRail in 2016, not only did we secure our joint engineering relationship, we changed the future of HCI. By providing seamless integration with existing VMware tools, we provide VMware customers with an experience with which they were already familiar.” *Id.* At (emphasis added).

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

[REDACTED]  
[REDACTED] Mr. Weinstein properly  
relied on [REDACTED]

[REDACTED] It is black letter law that “that uncertainty created by an infringer’s failure to keep complete and accurate records will be resolved against the infringer.” *A&L Tech. v. Resound Corp.*, No. C 93-00107 CW, 1995 U.S. Dist. LEXIS 22513, at \*4, n.1 (N.D. Cal. June 29, 1995) (citing *TWM Mfg. Co. v. Dura Corp.*, 789 F.2d 895, 901 (Fed. Cir. 1986); see also *Minco Inc. v. Combustion Eng’g, Inc.*, 95 F.3d 1109, 1118 (Fed. Cir. 1996) (“Once a patentee shows causation, however, the trial court may resolve doubts underlying the precise measurement of damages against the infringer.”). Indeed, the AIPLA model jury instruction (which Brazos proposed as its Instruction No. 3.9) explicitly provides:

Any doubts that you may have on the issue of damages due to [the Defendant]’s failure to keep proper records should be decided in favor of [the Plaintiff]. Any confusion or difficulties caused by [the Defendant]’s records also should be held against [the Defendant], not [the Plaintiff].

AIPLA’s Model Patent Jury Instructions, 2019 Ed., § 10.3 (citing *Bigelow v. R.K.O. Pictures, Inc.*, 327 U.S. 251, 264–65 (1946); *Story Parchment Co. v. Patterson Parchment Paper Co.*, 282 U.S. 555, 563 (1931); *Minco, Inc. v. Combustion Eng’g, Inc.*, 95 F.3d 1109, 1118 (Fed. Cir. 1996); *Sensonics, Inc. v. Aerosonic Corp.*, 81 F.3d 1566, 1572–73 (Fed. Cir. 1996); *Lam, Inc. v. Johns-Manville Corp.*, 718 F.2d 1056, 1065 (Fed. Cir. 1983).)

Courts have repeatedly held that where a defendant fails to maintain or produce complete and accurate records, then doubts will be resolved against the infringer even if that results in noninfringing sales being included in the royalty base. *A&L Tech.*, 1995 U.S. Dist. LEXIS 22513, at \*4, n. 1 (citing *TWM*, 789 F.2d at 901 and *Lam, Inc. v. Johns-Manville Corp.*, 718 F.2d 1056,

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

1065 (Fed. Cir. 1983). Mr. Weinstein cannot be faulted for using the best available data that Defendants provided.

**B. Mr. Colbert’s Deposition Testimony Confirms Mr. Weinstein’s Reliance was Proper and Proves Defendants Provide Software and Hardware Together**

Defendants played word games to mislead both the Court and Brazos and they should not be rewarded for such improper behavior. Defendants claimed that [REDACTED]

[REDACTED]

[REDACTED] This misdirection was intended to disguise the fact that Defendants do [REDACTED]

r. Colbert testified that [REDACTED]

[REDACTED]

[REDACTED] || [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

A key factor in the offering of [REDACTED]

[REDACTED]

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

[REDACTED]

[REDACTED]

[REDACTED] Mr. Colbert admitted that [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

Mr. Colbert testified that [REDACTED]

[REDACTED]

[REDACTED].

VMware’s service description for [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED] [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED] Thus, contrary to Defendants’

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

representations that led Magistrate Judge Gilliland to grant-in-part the Weinstein *Daubert* Motion, Brazos can point to [REDACTED]

[REDACTED] Defendants did, in fact, [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

**C. Conclusion**

For these reasons, Plaintiff respectfully requests that this Court sustain Plaintiff’s objections and vacate the portion of Magistrate Judge Gilliland’s Report and Recommendation granting in part Defendants’ Motion to Exclude Certain Portions of Mr. Roy Weinstein’s Expert Report.

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

Dated: February 13, 2023

RESPECTFULLY SUBMITTED,

By: /s/ Jonathan K. Waldrop  
Jonathan K. Waldrop (CA Bar No. 297903)  
(Admitted in this District)  
jwaldrop@kasowitz.com  
Darcy L. Jones (CA Bar No. 309474)  
(Admitted in this District)  
djones@kasowitz.com  
Marcus A. Barber (CA Bar No. 307361)  
(Admitted in this District)  
mbarber@kasowitz.com  
John W. Downing (CA Bar No. 252850)  
(Admitted in this District)  
jdowning@kasowitz.com  
Heather S. Kim (CA Bar No. 277686)  
(Admitted in this District)  
hkim@kasowitz.com  
ThucMinh Nguyen (CA Bar No. 304382)  
(Admitted in this District)  
tnguyen@kasowitz.com  
Chen Jia (CA Bar No. 281470)  
(Admitted in this District)  
cjia@kasowitz.com  
**KASOWITZ BENSON TORRES LLP**  
333 Twin Dolphin Drive, Suite 200  
Redwood Shores, California 94065  
Telephone: (650) 453-5170  
Facsimile: (650) 453-5171

Paul G. Williams (GA Bar No. 764925)  
(Admitted in this District)  
pwilliams@kasowitz.com  
**KASOWITZ BENSON TORRES LLP**  
1230 Peachtree Street N.E., Suite 2445  
Atlanta, Georgia 30309  
Telephone: (404) 260-6080  
Facsimile: (404) 260-6081

Hershy Stern (NY Bar No. 4631024)  
(Admitted *pro hac vice*)  
hstern@kasowitz.com  
Howard L. Bressler (NY Bar No. 2487379)  
(Admitted *pro hac vice*)  
hbressler@kasowitz.com  
Joshua A. Whitehill (NY Bar No. 4766473)  
(Admitted *pro hac vice*)  
jwhitehill@kasowitz.com  
Julianne Laporte (NY Bar No. 5547906)  
(Admitted *pro hac vice*)  
jlaporte@kasowitz.com



HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

Noah P. Dorman (DC Bar No. 1779821)  
(Admitted *pro hac vice*)  
ndorman@kasowitz.com  
**KASOWITZ BENSON TORRES LLP**  
1633 Broadway  
New York, NY 10019  
Telephone: (212) 506-1700  
Facsimile: (212) 506-1800

Mark D. Siegmund (TX Bar No. 24117055)  
mark@swclaw.com  
Craig D. Cherry (TX Bar No. 24012419)  
craig@swclaw.com  
Justin W. Allen (TX Bar No. 24081977)  
justin@swclaw.com  
Melissa S. Ruiz (TX Bar No. 24128097)  
melissa@swclaw.com  
**STECKLER WAYNE CHERRY & LOVE  
PLLC**  
8416 Old McGregor Road  
Waco, TX 76712  
Telephone: (254) 651-3690  
Facsimile: (254) 651-3689

Gregory P. Love (TX Bar No. 24013060)  
greg@swclaw.com  
**STECKLER WAYNE CHERRY & LOVE  
PLLC**  
107 East Main Street  
Henderson, TX 75652  
Telephone: (903) 212-4444  
Facsimile: (903) 392-2267

**Attorneys for Plaintiff**  
**WSOU INVESTMENTS, LLC d/b/a**  
**BRAZOS LICENSING AND**  
**DEVELOPMENT**

HIGHLY CONFIDENTIAL – OUTSIDE ATTORNEYS’ EYES ONLY  
PUBLIC VERSION

**CERTIFICATE OF SERVICE**

I hereby certify that a true and correct copy of the foregoing instrument was served or delivered electronically via email to all counsel of record, on this 13th day of February, 2023.

/s/ Jonathan K. Waldrop  
Jonathan K. Waldrop